(Original Signature of Member)

112TH CONGRESS 2D SESSION

H. R. 6081

To accelerate research, development, and innovation in advanced manufacturing, to improve the competitiveness of American manufacturers, and for other purposes.

IN THE HOUSE OF REPRESENTATIVES

| Ms. | Eddie | BERNI | ICE . | Johnson | of | Texas | introduced | the | following | bill; | which |
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| | was ref | erred t | o the | e Commit | tee | on | | | | | |

A BILL

To accelerate research, development, and innovation in advanced manufacturing, to improve the competitiveness of American manufacturers, and for other purposes.

- 1 Be it enacted by the Senate and House of Representa-
- 2 tives of the United States of America in Congress assembled,
- 3 SECTION 1. SHORT TITLE.
- 4 This Act may be cited as the "Advancing Innovative
- 5 Manufacturing Act of 2012".

| 1 | SEC. 2. ADVANCED MANUFACTURING TECHNOLOGY CON- |
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| 2 | SORTIA. |
| 3 | Section 33 of the National Institute of Standards and |
| 4 | Technology Act (15 U.S.C. 278r) is amended to read as |
| 5 | follows: |
| 6 | "SEC. 33. ADVANCED MANUFACTURING TECHNOLOGY CON- |
| 7 | SORTIA. |
| 8 | "(a) Authority.— |
| 9 | "(1) In general.—The Director shall carry |
| 10 | out a program to facilitate the development of and |
| 11 | provide support to industry-led consortia that will |
| 12 | identify, prioritize, and address long-term, |
| 13 | precompetitive industrial research needs in the area |
| 14 | of advanced manufacturing. |
| 15 | "(2) Program objectives.—The objectives of |
| 16 | the program established under this section include |
| 17 | the following: |
| 18 | "(A) To promote collective public-private |
| 19 | efforts to develop key technology platforms and |
| 20 | infrastructure for advanced manufacturing. |
| 21 | "(B) To enable the prioritization of public |
| 22 | research portfolios to be more responsive to the |
| 23 | long-term technology development needs of in- |
| 24 | dustry. |

| 1 | "(C) To leverage Federal investment in ad- |
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| 2 | vanced manufacturing with shared investment |
| 3 | by the private sector. |
| 4 | "(D) To increase industrial research and |
| 5 | development investment in precompetitive tech- |
| 6 | nology platforms and infrastructure. |
| 7 | "(E) To accelerate technological innovation |
| 8 | in advanced manufacturing. |
| 9 | "(F) To foster broad participation by in- |
| 10 | dustry, the Federal Government, institutions of |
| 11 | higher education, and State, local, and tribal |
| 12 | governments in advanced manufacturing re- |
| 13 | search and development. |
| 14 | "(b) Activities.—As part of the program estab- |
| 15 | lished under this section, the Director shall— |
| 16 | "(1) support the formation of industry-led con- |
| 17 | sortia composed of representatives from industry (in- |
| 18 | cluding small and medium-sized manufacturers), in- |
| 19 | stitutions of higher education, the Federal Govern- |
| 20 | ment, State, local, and tribal governments, and other |
| 21 | entities, as appropriate; |
| 22 | "(2) collaborate with consortia participants in |
| 23 | the development of technology roadmaps that iden- |
| 24 | tify research needs in the area of advanced manufac- |
| 25 | turing; |

| 1 | "(3) support precompetitive research directed at |
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| 2 | meeting the research needs identified in the road- |
| 3 | maps developed under paragraph (2); |
| 4 | "(4) promote the transfer of precompetitive |
| 5 | technology platforms and infrastructure resulting |
| 6 | from consortia research to the private sector and fa- |
| 7 | cilitate open access to the intellectual property un- |
| 8 | derpinning those platforms and technology; and |
| 9 | "(5) facilitate the development of new tech- |
| 10 | nologies into commercial products. |
| 11 | "(c) Selection Criteria.—In selecting applica- |
| 12 | tions for awards under this section, the Director shall con- |
| 13 | sider, at a minimum— |
| 14 | "(1) the degree to which the activities proposed |
| 15 | under the consortia will broadly impact manufac- |
| 16 | turing and increase the productivity and economic |
| 17 | competitiveness of the United States; |
| 18 | "(2) the level of technical risk to be addressed |
| 19 | by the consortia; |
| 20 | "(3) the potential to produce fundamental new |
| 21 | knowledge; and |
| 22 | "(4) the likelihood that the consortia will be- |
| 23 | come self sustaining, if appropriate. |
| 24 | "(d) Authorization of Appropriations.—There |
| 25 | are authorized to be appropriated for carrying out this sec- |

| 1 | tion $\$120,000,000$ for each of fiscal years 2013 through |
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| 2 | 2017.". |
| 3 | SEC. 3. SMALL MANUFACTURER INNOVATION PROGRAM. |
| 4 | The National Institute of Standards and Technology |
| 5 | Act (15 U.S.C. 271 et seq.) is amended— |
| 6 | (1) by redesignating section 34 as section 35; |
| 7 | and |
| 8 | (2) by inserting after section 33 the following: |
| 9 | "SEC. 34. SMALL MANUFACTURER INNOVATION PROGRAM. |
| 10 | "(a) In General.—The Director shall carry out a |
| 11 | pilot program to enhance the innovative capabilities and |
| 12 | competitiveness of small and medium-sized manufacturers |
| 13 | through support for research and development that will |
| 14 | promote the field of advanced manufacturing and lead to |
| 15 | the commercialization of new products, processes, or tech- |
| 16 | nologies for use in advanced manufacturing. |
| 17 | "(b) Objectives.—The objectives of the program |
| 18 | under this section are— |
| 19 | (1) to accelerate the development of processes |
| 20 | and, as appropriate, incremental innovations that |
| 21 | will improve how goods are designed, produced, or |
| 22 | distributed; |
| 23 | "(2) to advance the development and commer- |
| 24 | cialization of novel products and technologies for use |
| 25 | in advanced manufacturing; |

| 1 | "(3) to reduce the technical and economic risks |
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| 2 | associated with developing new products, processes, |
| 3 | or technologies for use in advanced manufacturing; |
| 4 | "(4) to foster cooperative research and develop- |
| 5 | ment between small and medium-sized manufactur- |
| 6 | ers and research institutions; and |
| 7 | "(5) to promote research and development col- |
| 8 | laboration among small and medium-sized manufac- |
| 9 | turers facing similar technical challenges or obsta- |
| 10 | cles, including collaboration along a supply chain. |
| 11 | "(c) Program.— |
| 12 | "(1) AWARD PHASES.—The Director shall |
| 13 | award competitive, merit-reviewed grants, coopera- |
| 14 | tive agreements, or contracts to small or medium- |
| 15 | sized manufacturers in the United States through a |
| 16 | uniform process having— |
| 17 | "(A) a first phase for determining, insofar |
| 18 | as possible, the scientific and technical merit |
| 19 | and feasibility of a proposal; and |
| 20 | "(B) a second phase to further develop |
| 21 | proposals, including the development of proto- |
| 22 | types, for which scientific and technical merit |
| 23 | and feasibility was demonstrated in the first |
| 24 | phase. |

| 1 | (2) APPLICATIONS.—A small or medium-sized |
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| 2 | manufacturer seeking an award under this section |
| 3 | shall submit an application to the Director at such |
| 4 | time, in such manner, and containing such informa- |
| 5 | tion as the Director may require. |
| 6 | "(d) Stakeholder Input.—In carrying out the |
| 7 | program under this section, the Director shall solicit |
| 8 | stakeholder input on how best to carry out the program. |
| 9 | "(e) COORDINATION AND NONDUPLICATION.—To the |
| 10 | maximum extent practicable, the Director shall ensure |
| 11 | that the activities carried out under this section are co- |
| 12 | ordinated with, and do not duplicate the efforts of, other |
| | |
| 13 | programs within the Federal Government. |
| 13 14 | programs within the Federal Government. "(f) Report.—Not later than 4 years after the date |
| | |
| 14 | "(f) Report.—Not later than 4 years after the date |
| 14 15 | "(f) Report.—Not later than 4 years after the date of enactment of the Advancing Innovative Manufacturing |
| 141516 | "(f) Report.—Not later than 4 years after the date of enactment of the Advancing Innovative Manufacturing Act of 2012, the Director shall transmit a report to Con- |
| 14 15 16 17 | "(f) Report.—Not later than 4 years after the date of enactment of the Advancing Innovative Manufacturing Act of 2012, the Director shall transmit a report to Congress assessing the program established under this section. |
| 14 15 16 17 18 | "(f) Report.—Not later than 4 years after the date of enactment of the Advancing Innovative Manufacturing Act of 2012, the Director shall transmit a report to Congress assessing the program established under this section. The report shall include— |
| 14 15 16 17 18 | "(f) Report.—Not later than 4 years after the date of enactment of the Advancing Innovative Manufacturing Act of 2012, the Director shall transmit a report to Congress assessing the program established under this section. The report shall include— "(1) a summary of the activities carried out |
| 14 15 16 17 18 19 20 | "(f) Report.—Not later than 4 years after the date of enactment of the Advancing Innovative Manufacturing Act of 2012, the Director shall transmit a report to Congress assessing the program established under this section. The report shall include— "(1) a summary of the activities carried out under the program; |
| 14 15 16 17 18 19 20 21 | "(f) Report.—Not later than 4 years after the date of enactment of the Advancing Innovative Manufacturing Act of 2012, the Director shall transmit a report to Congress assessing the program established under this section. The report shall include— "(1) a summary of the activities carried out under the program; "(2) an assessment of whether the program is |

| 1 | "(3) any recommendations on how the program |
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| 2 | may be improved; and |
| 3 | "(4) a recommendation as to whether such pro- |
| 4 | gram should be continued or terminated. |
| 5 | "(g) Authorization of Appropriations.—There |
| 6 | are authorized to be appropriated to the Director to carry |
| 7 | out this section— |
| 8 | "(1) $$15,000,000$ for fiscal year 2013; |
| 9 | (2) \$25,500,000 for fiscal year 2014; |
| 10 | "(3) $$39,750,000$ for fiscal year 2015; |
| 11 | "(4) $$42,250,000$ for fiscal year 2016; and |
| 12 | "(5) $50,000,000$ for fiscal year 2017.". |
| 13 | SEC. 4. INNOVATION VOUCHER PROGRAM. |
| 14 | Section 25 of the Stevenson-Wydler Technology Inno- |
| 15 | vation Act of 1980 (15 U.S.C. 3720) is amended by add- |
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| 10 | ing at the end the following: |
| 17 | ing at the end the following: "(d) Innovation Voucher Program.— |
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| 17 | "(d) Innovation Voucher Program.— |
| 17 18 | "(d) Innovation Voucher Program.— "(1) In General.—The Secretary, acting |
| 17 18 19 | "(d) Innovation Voucher Program.— "(1) In General.—The Secretary, acting through the Office of Innovation and Entrepreneur- |
| 17 18 19 20 | "(d) Innovation Voucher Program.— "(1) In General.—The Secretary, acting through the Office of Innovation and Entrepreneurship, shall establish an innovation voucher pilot pro- |
| 17 18 19 20 21 | "(d) Innovation Voucher Program.— "(1) In General.—The Secretary, acting through the Office of Innovation and Entrepreneurship, shall establish an innovation voucher pilot program to accelerate innovative activities and enhance |

| 1 | "(A) foster collaborations between small |
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| 2 | and medium-sized manufacturers and research |
| 3 | institutions; and |
| 4 | "(B) enable small and medium-sized man- |
| 5 | ufacturers to access technical expertise and ca- |
| 6 | pabilities that will lead to the development of |
| 7 | innovative products or manufacturing processes, |
| 8 | including through— |
| 9 | "(i) research and development, includ- |
| 10 | ing proof of concept, technical develop- |
| 11 | ment, and compliance testing activities; |
| 12 | "(ii) early-stage product development, |
| 13 | including engineering design services; and |
| 14 | "(iii) technology transfer and related |
| 15 | activities. |
| 16 | "(2) AWARD SIZE.—The Secretary shall com- |
| 17 | petitively award vouchers worth up to \$20,000 to |
| 18 | small and medium-sized manufacturers for use at el- |
| 19 | igible research institutions to acquire the services de- |
| 20 | scribed in paragraph (1)(B). |
| 21 | "(3) STREAMLINED PROCEDURES.—The Sec- |
| 22 | retary shall streamline and simplify the application, |
| 23 | administrative, and reporting procedures for vouch- |
| 24 | ers administered under the program |

| 1 | "(4) Regulations.—Prior to awarding any |
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| 2 | vouchers under the program, the Secretary shall pro- |
| 3 | mulgate regulations— |
| 4 | "(A) establishing criteria for the selection |
| 5 | of recipients of awards under this subsection; |
| 6 | "(B) establishing procedures regarding fi- |
| 7 | nancial reporting and auditing— |
| 8 | "(i) to ensure that awards are used |
| 9 | for the purposes of the program; and |
| 10 | "(ii) that are in accordance with |
| 11 | sound accounting practices; and |
| 12 | "(C) describing any other policies, proce- |
| 13 | dures, or information necessary to implement |
| 14 | this subsection, including those intended to |
| 15 | streamline and simplify the program in accord- |
| 16 | ance with paragraph (3). |
| 17 | "(5) Transfer authority.—The Secretary |
| 18 | may transfer funds appropriated to the Department |
| 19 | of Commerce to other Federal agencies for the per- |
| 20 | formance of services authorized under this sub- |
| 21 | section. |
| 22 | "(6) Administrative costs.—All of the |
| 23 | amounts appropriated to carry out this subsection |
| 24 | for a fiscal year shall be used for vouchers awarded |
| 25 | under this subsection, except that an eligible re- |

| 1 | search institution performing the services described |
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| 2 | in paragraph (1)(B) may retain a percentage of any |
| 3 | amount received from the Secretary under this sub- |
| 4 | section to defray administrative costs associated with |
| 5 | the services. The Secretary shall establish a single, |
| 6 | fixed percentage for such purposes that will apply to |
| 7 | all eligible research institutions. |
| 8 | "(7) Outreach.—The Secretary may use cen- |
| 9 | ters established under section 25 of the National In- |
| 0 | stitute of Standards and Technology Act (15 U.S.C. |
| 11 | 278k) to provide information about the program es- |
| 12 | tablished under this subsection and to conduct out- |
| 13 | reach to potential applicants, as appropriate. |
| 14 | "(8) Reports to congress.— |
| 15 | "(A) Plan.—Not later than 180 days |
| 16 | after the date of enactment of this subsection, |
| 17 | the Secretary shall transmit to Congress a plan |
| 18 | that will serve as a guide for the activities of |
| 19 | the program. The plan shall include a descrip- |
| 20 | tion of the specific objectives of the program |
| 21 | and the metrics that will be used in assessing |
| 22 | progress toward those objectives. |
| 23 | "(B) Outcomes.—Not later than 3 years |
| 24 | after the date of enactment of this subsection, |

| 1 | the Secretary shall transmit to Congress a re- |
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| 2 | port containing— |
| 3 | "(i) a summary of the activities car- |
| 4 | ried out under this subsection; |
| 5 | "(ii) an assessment of the impact of |
| 6 | such activities on the innovative capacity of |
| 7 | small and medium-sized manufacturers re- |
| 8 | ceiving assistance under the pilot program; |
| 9 | and |
| 10 | "(iii) any recommendations for admin- |
| 11 | istrative and legislative action that could |
| 12 | optimize the effectiveness of the pilot pro- |
| 13 | gram. |
| 14 | "(9) Coordination and nonduplication.— |
| 15 | To the maximum extent practicable, the Secretary |
| 16 | shall ensure that the activities carried out under this |
| 17 | subsection are coordinated with, and do not dupli- |
| 18 | cate the efforts of, other programs within the Fed- |
| 19 | eral Government. |
| 20 | "(10) Eligible research institutions de- |
| 21 | FINED.—For the purposes of this subsection, the |
| 22 | term 'eligible research institution' means— |
| 23 | "(A) an institution of higher education, as |
| 24 | such term is defined in section 101(a) of the |

| 1 | Higher Education Act of 1965 (20 U.S.C. |
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| 2 | 1001(a)); |
| 3 | "(B) a Federal laboratory; |
| 4 | "(C) a federally funded research and devel- |
| 5 | opment center; or |
| 6 | "(D) a Hollings Manufacturing Extension |
| 7 | Center established under section 25 of the Na- |
| 8 | tional Institute of Standards and Technology |
| 9 | Act (15 U.S.C. 278k). |
| 10 | "(11) Authorization of appropriations.— |
| 11 | There are authorized to be appropriated to the Sec- |
| 12 | retary to carry out the pilot program in this sub- |
| 13 | section \$5,000,000 for each of fiscal years 2013 |
| 14 | through 2017.". |
| 15 | SEC. 5. ADVANCED MANUFACTURING EDUCATION. |
| 16 | Section 506(b) of the America COMPETES Reau- |
| 17 | thorization Act of 2010 (42 U.S.C. 1862p-1(b)) is amend- |
| 18 | ed to read as follows: |
| 19 | "(b) ADVANCED MANUFACTURING EDUCATION.— |
| 20 | The Director shall award grants, on a competitive, merit- |
| 21 | reviewed basis, to community colleges for the development |
| 22 | and implementation of innovative advanced manufacturing |
| 23 | education reforms to ensure an adequate and well-trained |
| 24 | advanced manufacturing workforce. Activities supported |
| 25 | by grants under this subsection may include— |

| 1 | "(1) the development or expansion of edu- |
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| 2 | cational materials, courses, curricula, strategies, and |
| 3 | methods that will lead to improved advanced manu- |
| 4 | facturing degree or certification programs, including |
| 5 | the integration of industry standards and workplace |
| 6 | competencies into the curriculum; |
| 7 | "(2) the development and implementation of |
| 8 | faculty professional development programs that en- |
| 9 | hance a faculty member's capabilities and teaching |
| 10 | skills in advanced manufacturing, including efforts |
| 11 | to understand current advanced manufacturing tech- |
| 12 | nologies and practices; |
| 13 | "(3) the establishment of centers that provide |
| 14 | models and leadership in advanced manufacturing |
| 15 | education and serve as regional or national clearing- |
| 16 | houses for educational materials and methods; |
| 17 | "(4) activities to enhance the recruitment and |
| 18 | retention of students into certification and degree |
| 19 | programs in advanced manufacturing, including the |
| 20 | provision of improved mentoring and internship op- |
| 21 | portunities; and |
| 22 | "(5) other activities as determined appropriate |
| 23 | by the Director.". |